

NEW HARRICANA MINES LIMITED

(No Personal Liability)

Annual Report

FOR THE YEAR
ENDED DECEMBER 31

_____1968_____

DIRECTORS

M. J. BOYLEN	-	-	-	-	-	-	-	-	-	TORONTO, ONTARIO
PHILIP E. BOYLEN	-	-	-	-	-	-	-	-	-	TORONTO, ONTARIO
CHARLES B. BRANNIGAN	-	-	-	-	-	-	-	-	-	TORONTO, ONTARIO
D. W. GORDON	-	-	-	-	-	-	-	-	-	TORONTO, ONTARIO
GORDON L. MOORE	-	-	-	-	-	-	-	-	-	ISLINGTON, ONTARIO
GORDON F. PUSHIE	-	-	-	-	-	-	-	-	-	ST. JOHN'S, NEWFOUNDLAND
KEITH A. WALKER	-	-	-	-	-	-	-	-	-	FAIRPORT BEACH, ONTARIO

OFFICERS

M. J. BOYLEN	-	-	-	-	-	-	-	-	-	PRESIDENT
D. W. GORDON	-	-	-	-	-	-	-	-	-	VICE-PRESIDENT
GORDON L. MOORE	-	-	-	-	-	-	-	-	-	SECRETARY-TREASURER
CHARLES B. BRANNIGAN	-	-	-	-	-	-	-	-	-	ASSISTANT-SECRETARY

TRANSFER AGENT AND REGISTRAR

GUARANTY TRUST COMPANY OF CANADA
Toronto, Ontario and Montreal, Quebec

AUDITORS

SNYDER, CRAIG & Co.
Toronto, Ontario

HEAD OFFICE

% Raymond Caron, Q.C.
22nd Floor, 630 Dorchester Boulevard West
Montreal 2, Quebec

EXECUTIVE OFFICE

Suite 908 - 330 Bay Street
Toronto, Ontario

New Harricana Mines Limited

(No Personal Liability)

Directors' Report

To The Shareholders:

The financial statements of the Company for the fiscal year ended December 31, 1968, notes relative thereto and the Report of the Auditors, are submitted herewith.

DUBUISSON AND BOURLAMAQUE TOWNSHIPS, QUEBEC

Nothing new to report on the gold claims owned in the Town of Val d'Or except there has been additional sale of surface rights to that fast-growing municipality.

BAIE JOHAN BEETZ AREA, DESHERBIERS TOWNSHIP, DUPLESSIS COUNTY, QUEBEC

No field work was done on the uranium property at Lac Turgeon in Desherbiers Township. Diamond drilling done on the same uranium bearing structure by Grandroy Mines Limited a few miles to the east has been watched with interest, as the same fault system that carries uranium values on the Grandroy holdings is believed to carry through onto New Harricana claims. Should the Grandroy programme bear fruit in the form of economic concentrations of uranium ore, recommendations will be made for a similar drill test on your Company's property.

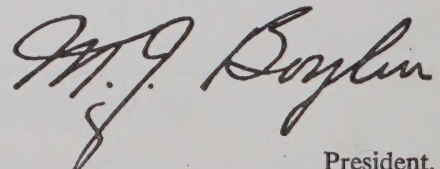
An airborne magnetometer survey done in conjunction with other companies owning claims in the area was completed during 1968. The claims are in good standing until 1970.

UCHI-CONFEDERATION LAKES AREA, RED LAKE MINING DIVISION, ONTARIO

Subsequent to year end, your Company acquired a group of eighteen claims in Agnew Township of the Red Lake Mining Division. These claims were staked to cover the projected strike of a geological formation in which an important base metal discovery had been made by another company. Arrangements have recently been completed to do a criss-cross airborne electromagnetic survey of the claim group in conjunction with other companies holding ground in the area. This work is expected to get under way in June. Field crews will be leaving shortly to carry out a programme of geological mapping and prospecting.

On behalf of the Board of Directors,

Toronto, Ontario,
May 8, 1969.


President.

SNYDER, CRAIG & CO.

CHARTERED ACCOUNTANTS

330 BAY STREET

TORONTO
CANADA

To the Shareholders of
NEW HARRICANA MINES LIMITED
(No Personal Liability)
Montreal, Quebec

We have examined the Balance Sheet of New Harricana Mines Limited (No Personal Liability) as at December 31, 1968, the statements of Exploration Expenses, Administrative Expenses and Source and Application of Funds for the year ended on that date and the Notes to the Financial Statements. We have obtained all the information and explanations we have required and our examination included a general review of accounting procedures and such tests of accounting records and other supporting evidence as we considered necessary in the circumstances.

No provision has been made for the excess of cost over the market value of the Company's investments in shares of other mining companies.

Subject to the above limitation, in our opinion, the attached Financial Statements are properly drawn up so as to exhibit a true and correct view of the state of the affairs of the Company as at December 31, 1968 and the results of its operations and the source and application of its funds for the year ended on that date according to the best of our information and the explanations given to us and as shown by the books of the Company. The aforementioned Financial Statements have been prepared in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Snyder, Craig & Co.

April 18, 1969.

Chartered Accountants.

New Harricana

(No Pers
(Incorporated unde

Balance Sheet —

ASSETS

	1968	1967
CURRENT		
Cash	\$ —	\$ 35
Accounts receivable	34	—
Prepaid expenses	—	261
	<u>34</u>	<u>296</u>
INVESTMENTS		
Shares of other mining companies having a quoted market value, at cost (Note 1) (Quoted market value \$83,108 — 1967, \$95,918)	258,948	258,948
Shares of other mining companies (Note 1)	82	82
	<u>259,030</u>	<u>259,030</u>
MINING PROPERTIES		
In the Province of Quebec:		
Bourlamaque and Dubuisson Townships, County of Abitibi, at nominal values		
Mining rights on 5 mining concessions	1	1
Surface rights on 1 mining concession	1	1
Desherbiers Township and Projected Township 1075, Electoral District of Duplessis, at cost		
50 mining claims	3,432	3,432
In the Province of Ontario:		
Options on properties, at cost	—	2,686
	<u>3,434</u>	<u>6,120</u>
DEFERRED		
Exploration expenses	26,785	24,339
Approved on behalf of the Board		
M. J. BOYLEN, Director		
G. L. MOORE, Director		
	<u>\$ 289,283</u>	<u>\$ 289,785</u>

(See accom

Mines Limited

(Incorporated in the Province of Quebec)

(Laws of Quebec)

December 31, 1968

LIABILITIES

	1968	1967
CURRENT		
Bank overdraft	\$ 265	\$ —
Accounts payable and accrued liabilities	25,690	40,255
	<u>25,955</u>	<u>40,255</u>

SHAREHOLDERS' EQUITY

CAPITAL STOCK		
Authorized:		
5,000,000 Shares of \$1 par value	<u>\$5,000,000</u>	
Issued:		
3,500,000 Shares	3,500,000	3,500,000
Less: Discount thereon	1,692,500	1,692,500
	<u>1,807,500</u>	<u>1,807,500</u>
CONTRIBUTED SURPLUS		
Balance unchanged from previous year	832,853	832,853
DEFICIT		
Balance, beginning of year	2,390,823	1,026,754
Add: Mining and surface rights in Dubuisson and Bourlamaque Townships written down to nominal values	—	1,314,572
Net proceeds from sale of some of above mentioned surface rights	(24,896)	—
Administrative expenses for the year	8,433	10,294
Options abandoned	2,686	5,395
Exploration expenses on above mentioned options	217	25,453
Outside exploration	—	468
Investment revaluation adjustment	—	7,887
Net proceeds from sale of stock subscription rights	(238)	—
Balance, end of year	<u>2,377,025</u>	<u>2,390,823</u>
NET SHAREHOLDERS' EQUITY	<u>263,328</u>	<u>249,530</u>
	<u>\$ 289,283</u>	<u>\$ 289,785</u>

(See notes)

New Harricana Mines Limited

(No Personal Liability)

Statement of Exploration Expenses

For the year ended December 31, 1968

	<u>Johan Beetz Area</u>		<u>Other Areas</u>
	Desherbiers and Projected Township 1075 Quebec		Combined Expenses on Options since Abandoned
	1968	1967	1967
Assays	\$ —	\$ 534	\$ 101
Consulting fees	—	1,540	881
Diamond drilling	—	—	6,028
Geophysical surveys	687	1,032	2,254
Line cutting	—	1,997	—
Maps and blueprints	784	556	144
Surface exploration and camp expense	1,192	18,463	4,405
Total expenses carried to summary below	<u>\$ 2,663</u>	<u>\$ 24,122</u>	<u>\$ 13,813</u>

SUMMARY

	1968	1967
Balance of deferred exploration expenses, beginning of year	\$ 24,339	\$ 11,857
Exploration expenses for the year	2,663	37,935
	27,002	49,792
Deduct: Exploration expenses written-off	217	25,453
Balance of deferred exploration expenses, end of year	<u>\$ 26,785</u>	<u>\$ 24,339</u>

New Harricana Mines Limited

(No Personal Liability)

Statement of Administrative Expenses

For the year ended December 31, 1968

	1968	1967
Advertising	\$ 101	\$ 271
Administration	3,000	2,550
Bank charges and interest	527	—
Corporation taxes	130	95
General expense	57	12
Legal and audit	909	1,250
Listing and sustaining fee	100	100
Printing, stationery and supplies	46	591
Postage and telephone	126	246
Realty taxes	2,080	1,555
Reports to shareholders	1,792	1,942
Transfer agent and registrar fees and expenses	1,466	1,511
Travelling expenses	99	171
	<u>10,433</u>	<u>10,294</u>
Less: Prior years' legal fees re-allocated to sale of surface rights, Town of Val d'Or, Quebec	2,000	—
TOTAL	<u>\$ 8,433</u>	<u>\$ 10,294</u>

New Harricana Mines Limited

(No Personal Liability)

Statement of Source and Application of Funds

For the year ended December 31, 1968

	<u>1968</u>	<u>1967</u>
SOURCE OF FUNDS		
Net proceeds from sale of:		
Surface rights, Dubuisson and Bourlamaque Townships, Quebec	\$ 24,896	\$ —
Stock subscription rights	238	—
	<u>25,134</u>	<u>—</u>
APPLICATION OF FUNDS		
Acquisition of mining claims	—	3,432
Acquisition of options on mining properties	—	5,548
Exploration costs on owned and optioned claims	2,663	37,935
Outside exploration	—	468
Administrative expenses	8,433	10,294
	<u>11,096</u>	<u>57,677</u>
Resulting in an increase (decrease) in working capital of	<u>\$ 14,038</u>	<u>\$ (57,677)</u>
WORKING CAPITAL		
At beginning of year (deficiency)	\$ (39,959)	\$ 17,718
Increase (decrease)	14,038	(57,677)
At end of year (deficiency)	<u>\$ (25,921)</u>	<u>\$ (39,959)</u>

New Harricana Mines Limited

(No Personal Liability)

Notes to Financial Statements

December 31, 1968

INVESTMENTS

1. Investments held by the Company are:

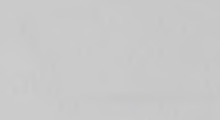
Quoted Shares	No. of Shares	Market Value 1968	Book Value 1968 & 1967
Atlantic Coast Copper Corp. Ltd.	75,732	\$ 39,381	\$ 81,483
The Coniagas Mines, Ltd.	15,000	6,750	45,345
Grandroy Mines Ltd.	12,500	8,500	15,000
Key Anacon Mines Ltd.	12,787	9,334	39,060
Kontiki Lead & Zinc Mines Ltd.	27,409	1,507	4,111
Northern Canada Mines Ltd.	7,200	6,408	17,529
Nudulama Mines Ltd.	68,750	11,000	54,800
Satellite Metal Mines Ltd.	562	228	1,620
		<u>\$ 83,108</u>	<u>\$ 258,948</u>
Other shares			
Con-Key Mines Ltd.	93		\$ 80
Kontiki Lead & Zinc Mines Ltd. (escrowed shares)	22,591		1
Nudulama Mines Ltd. (escrowed shares)	45,000		1
			<u>\$ 82</u>

The quoted market values, where large blocks of shares are involved, are not necessarily indicative of the amounts that might be realized if the investments were sold.

MINING CLAIMS

2. Subsequent to the year end, the Company acquired 18 unpatented mining claims in Agnew Township, Red Lake Mining Division, Ontario, for staking costs of \$1,106.

THE CANADIAN HISTORICAL ASSOCIATION



MEMBERSHIP LIST

NAME	ADDRESS	CITY	PROV.	DATE
Mr. J. H. Adams	123 Main St.	Ottawa	Ont.	1912
Mrs. A. B. Baker	456 Queen St.	Montreal	Que.	1913
Mr. C. D. Clark	789 King St.	Calgary	Alta.	1914
Mrs. E. F. Evans	1011 York St.	Edmonton	Sask.	1915
Mr. G. H. Green	1212 Union St.	Winnipeg	Man.	1916
Mrs. I. J. Hill	1313 Victoria St.	Regina	Sask.	1917
Mr. K. L. King	1414 Albert St.	Saskatoon	Sask.	1918
Mrs. M. N. Lee	1515 Broad St.	Brandon	Man.	1919
Mr. O. P. Moore	1616 York St.	Winnipeg	Man.	1920
Mrs. Q. R. Reed	1717 Union St.	Winnipeg	Man.	1921
Mr. S. T. Smith	1818 Victoria St.	Regina	Sask.	1922
Mrs. U. V. Taylor	1919 Albert St.	Saskatoon	Sask.	1923
Mr. W. X. White	2020 Broad St.	Brandon	Man.	1924
Mrs. Y. Z. Young	2121 York St.	Winnipeg	Man.	1925